

Strategy

**Quadriga AZ Total Return**

**31st May 2021**

Quadriga AZ Total Return UCITS is a liquid absolute return strategy that deploys a long short approach to obtain total returns in the medium to long term.  
Both long and short positions serve as a source of return generation and the fund has a long equity bias by construction. It looks to exploit disparity in valuation between stocks through a fundamental approach.

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**Quadriga AZ Total Return**

**Quadriga Stable Return Share Classes**

**What happened during the month?** Quadriga AZ Total Return is 2,9% in May, bringing net cumulative 9,3% YTD

**What happened to the markets and our portfolio?** In May, equity markets were positive and Gold had a good rally, rebounding from 1770 \$ to 1900 \$ levels. The fund took advantage of the move thanks to its exposure in gold miners. Market rotation continued where value outperformed growth by 3,2%. Both portfolio managers contributed positively to the portfolio.

At portfolio level, long book generated a positive return of 3% whilst the short book had a performance of 1,1%, in line with global equities, thus detracting 0,3% to the portfolio. Currency exposure was a positive contributor. Top contributors were Unicredit and Banco Sabadell and top detractors Indra Systems and Ascend Wellness.

| Class               | A            | B          | C          |
|---------------------|--------------|------------|------------|
| <b>CURRENCY</b>     | EUR          | EUR        | USD        |
| <b>ISIN</b>         | LU1919525458 | TBD        | TBD        |
| <b>MNGMENT FEE</b>  | 0,5%         | TBD        | TBD        |
| <b>SUCCESS FEES</b> | 10%          | TBD        | TBD        |
| <b>REBATE</b>       | NA           | NA         | NA         |
| <b>DEALING</b>      | DAILY        | DAILY      | DAILY      |
| <b>LIQUIDITY</b>    | DAILY        | DAILY      | DAILY      |
| <b>MINIMUM</b>      | 50.000 EUR   | 50.000 EUR | 50.000 EUR |

Monthly Update

**PORTFOLIO CHARACTERISTICS**

|                           |        |
|---------------------------|--------|
| Number of Long Positions  | 50     |
| Number of Short Positions | 17     |
| Gross Long Exposure       | 95,0%  |
| Gross Short Exposure      | -12,0% |

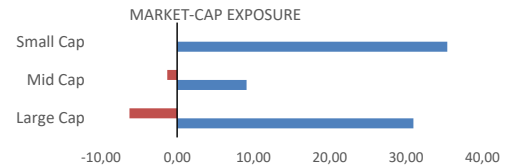
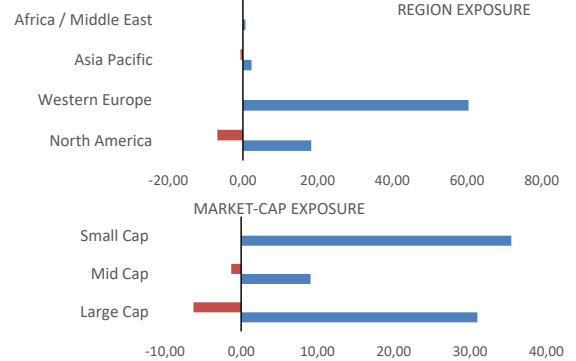
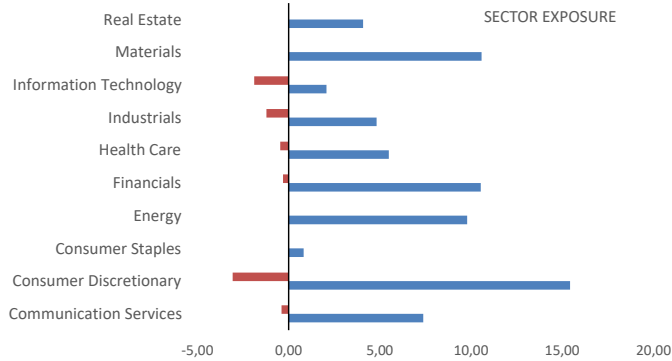
**TOP 5 LONGS**

|                 |      |
|-----------------|------|
| Ascend Wellness | 5,2% |
| Maisons Du Mon  | 5,0% |
| Realia Business | 3,6% |
| Applus          | 3,2% |
| Capri           | 3,0% |

**TOP 5 SHORTS**

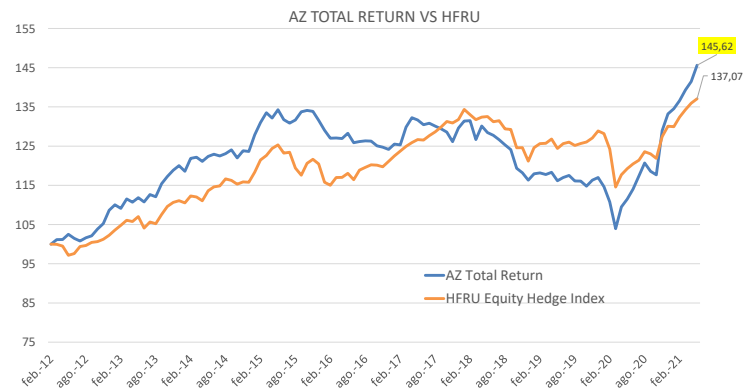
|                 |        |
|-----------------|--------|
| Software        | (1,3%) |
| Auto Sector     | (1,0%) |
| Defense Space   | (0,5%) |
| Ecommerce       | (0,5%) |
| Medical Devices | (0,5%) |

Positioning Update



**Performance Analysis (%)**

|                           | AZ Total Return | MSCI World EUR | Equity Hedge |
|---------------------------|-----------------|----------------|--------------|
| Since inception           | 45,6%           | 200,2%         | 37,1%        |
| Return (%)                | 4,1%            | 12,5%          | 3,4%         |
| Return (% p.a.)           | 6,7%            | 12,3%          | 5,6%         |
| Average Volatility (%)    | 0,6             | 1,0            | 0,6          |
| Sharpe (Return / Avg Vol) | 3,9%            | 10,2%          | 5,3%         |
| Down Volatility (%)       | 1,1             | 1,2            | 0,6          |
| Sortino (Ret / Down Vol)  | 9,6%            | 11,1%          | 4,6%         |
| Best Month                | -6,2%           | -13,1%         | -7,8%        |
| Worst Month               | -22,6%          | -19,8%         | -14,8%       |
| Max Drawdown              | 1,00            | 0,33           | 0,86         |
| Beta                      |                 |                |              |



Absolute Performance and Risk Attribution

| Year | Jan   | Feb   | Mar   | Apr   | May   | Jun   | Jul   | Aug   | Sep   | Oct   | Nov   | Dec   | YTD    | LTD    |
|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|--------|
| 2016 | -1,9% | -1,6% | 0,0%  | -0,1% | 1,1%  | -1,9% | 0,2%  | 0,1%  | 0,0%  | -1,0% | -0,3% | -0,4% | -5,6%  | -5,6%  |
| 2017 | 1,1%  | -0,2% | 3,6%  | 1,9%  | -0,5% | -0,9% | 0,3%  | -0,6% | -0,5% | -0,7% | -1,9% | 2,8%  | 4,4%   | -1,5%  |
| 2018 | 1,4%  | 0,1%  | -3,7% | 2,7%  | -1,3% | -0,5% | -0,9% | -1,0% | -1,0% | -3,8% | -1,0% | -1,6% | -10,2% | -11,6% |
| 2019 | 1,4%  | 0,2%  | -0,3% | 0,5%  | -1,8% | 0,7%  | 0,5%  | -1,2% | 0,0%  | -1,1% | 1,3%  | 0,6%  | 0,6%   | -11,1% |
| 2020 | -2,0% | -3,4% | -6,2% | 5,3%  | 1,8%  | 2,3%  | 2,9%  | 2,8%  | -1,8% | -0,8% | 9,6%  | 3,3%  | 13,9%  | 1,3%   |
| 2021 | 1,0%  | 1,5%  | 2,0%  | 1,55% | 2,9%  |       |       |       |       |       |       |       | 9,3%   | 10,7%  |

**DISCLAIMER.** This fact sheet is not a sales prospectus. The materials are intended solely for general information about the Strategy. Past performance is no guarantee of future results. Realized performance may differ from Target Performance, and can be positive or negative. The NAV of class A displayed in the factsheet is computed net of management and performance fees. The strategy is also available via other share classes

\*Numbers from January up to May represent the pro-forma returns of the current portfolio